

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 7066

BILL NUMBER: HB 1153

NOTE PREPARED: Feb 25, 2003

BILL AMENDED:

SUBJECT: Beer Sales.

FIRST AUTHOR: Rep. Hasler

FIRST SPONSOR:

BILL STATUS: CR Adopted - 1st House

FUNDS AFFECTED: X GENERAL
X DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill allows a microbrewer to sell beer by the glass at the brewery. It also allows a brewer to sell beer for carryout on Sunday.

Effective Date: July 1, 2003.

Explanation of State Expenditures: *Alcohol and Tobacco Commission (ATC):* The bill is not expected to have an impact on the Commission.

Explanation of State Revenues: The provisions in this bill could cause a slight increase in the revenue received from the state excise tax on beer. Any increase is estimated to be minimal.

The \$0.115 per gallon beer excise tax is based on the number of gallons sold and is distributed to the following funds: state General Fund (\$0.04), the Post War Construction Fund (\$0.0475), the ATC Enforcement and Administration Fund (\$0.0075), and the Addiction Services Fund (\$0.02). The state retains 50% of the General Fund distribution of beer excise tax revenue. The remainder is distributed to cities and towns based on population.

Background Information: There are currently 21 licensed microbreweries in the Indiana. A number of these breweries have attached restaurants and accompanying ATC permits that allow them to sell beer by the glass. None of the microbreweries are currently permitted to sell beer for carryout on Sunday.

Explanation of Local Expenditures:.

Explanation of Local Revenues: Fifty-percent of the General Fund distribution of the excise tax on beer is retained in the state General Fund. The remaining 50% is allocated to cities and towns based on population.

State Agencies Affected: Alcohol and Tobacco Commission.

Local Agencies Affected: Cities and Towns.

Information Sources: Don Okey, Excise Industry Liaison, Alcohol and Tobacco Commission, 232-2463.

Fiscal Analyst: John Parkey, 317-232-9854